



## Major Economic News

- The Ministry of Finance, represented by the National Debt Management Center, signed a long-term financing agreement with Korea Trade Insurance Corporation for a total value of USD 3bn (SAR 11.3bn). The financing will be used for strategic government projects in line with the Vision 2030 program. (Source: Argaam)
- The point-of-sale transactions grew by 41% to SAR 10.7bn in the week ending January 02, 2021, from SAR 7.6bn in the previous week, registering its highest weekly value since May 2020. A total of 90.7mn transactions were processed in the week ending January 02, 2021. (Source: Argaam)

## Major Corporate News

- Saudi Basic Industries Corp. announced local urea and diammonium phosphate (DAP) fertilizers prices for January 2021. Local urea prices kept unchanged for the second straight month at SAR 919 per ton. Meanwhile, DAP fertilizers prices for January increased by SAR 75 per ton to SAR 1,433 per ton. (Source: Argaam)
- Halwani Bros. Co.'s shareholders will vote on the board of directors' recommendation of a cash dividend for FY20, at SAR 1.5 per share, or 15% of capital, totaling SAR 47.1mn. The voting will be held during the company's OGM, slated for February 03, 2021. (Source: Argaam)
- Abdullah A. M. Al-Khodari Sons Co. announces that the board of directors has approved the appointment of Ali Hussain Al Busaleh as company CEO effective from January 07, 2021. (Source: Argaam)
- Gulf Union Cooperative Insurance Co. sold 5,453 fractional shares at SAR 19.9 per share for a total of SAR 108,326. The funds are expected to be deposited into shareholders accounts on January 14, 2021. (Source: Argaam)

## Market Analysis

- The Saudi Stock Exchange decreased 0.1% to 8,670.8. The value traded stood at SAR 6.6bn (down 16.5% over previous day), while the advance-decline ratio stood at 99/84. The parallel market index increased 0.8% to 25,048.0 points. The value traded stood at SAR 117.0mn (up 59.9% over previous day). Most sectors in the main market ended in the red. Materials and Consumer Durables (up 0.8% and 0.7%, respectively) advanced the most; Software & Services and Banks (down 1.2% and 0.7%, respectively) led the laggards.

## Top Gainers

Company	Price	Change%
ENAYA	36.85	10.0
AMANA INSURANCE	40.25	10.0
ALSAMAANI	298.00	10.0
SIDC	14.88	6.3
APC	18.36	5.8

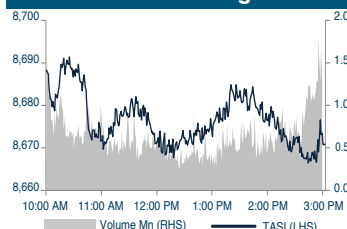
## Top Losers

Company	Price	Change%
WAFRAH	166.40	-3.1
NASEEJ	99.00	-2.6
SPM	60.20	-2.3
MIS	98.00	-2.0
CATERING	76.30	-1.9

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	8,671	8,693	8,665	(0.1)	(0.2)
NomuC	25,048	25,291	24,425	0.8	(4.6)

## TASI movement during session



## TASI P/E Ratios

P/E (Tadawul)	29.1
P/E (Bloomberg)	34.7
P/E*	43.7
P/E after exclusions*	42.0
P/E ex. loss-making comp.*	18.8
P/E: top 50 MCAP*	30.3

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,353	(0.1)	(0.6)	33.1
Materials	5,789	0.8	0.8	High
Capital Goods	6,450	(0.1)	(1.3)	Neg
Commercial Service	4,073	(0.3)	0.3	High
Transportation	4,755	(0.5)	(1.8)	Neg
Consumer Durables	5,736	0.7	0.2	Neg
Consumer Services	4,253	(0.0)	(0.4)	29.6
Media	10,023	0.4	(1.9)	38.1
Retailing	8,614	0.1	0.7	Neg
Food & Staples	10,556	(0.4)	0.2	34.1
Food & Beverages	5,458	(0.6)	(0.1)	30.4
Healthcare	5,616	0.2	(0.7)	33.7
Pharma & Bio Tech	5,053	0.0	(2.3)	Neg
Banks	7,545	(0.7)	(0.6)	17.7
Diversified Financials	4,532	(0.1)	(1.4)	Neg
Insurance	5,978	0.6	(0.8)	24.6
Telecom	6,957	(0.3)	0.8	21.7
Utilities	4,606	(0.2)	(0.1)	Neg
REITs	4,253	(0.3)	(0.7)	Neg
Real Estate	2,975	(0.3)	(1.5)	Neg
Software & Services	14,220	(1.2)	0.9	24.8

\*\*Neg: Negative

## Average Index Value

Average 5 days	Average 10 days	Average 20 days	Average value traded for the month (bn)
8,665	8,699	8,683	7.37

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	29.5	929.6	1,275.9
Previous week	41.7	1,463.7	1,755.1

## Top Weighted Companies

Company	Price	Change%
Al Rajhi	73.10	-0.8
Saudi Aramco	34.80	-0.1
NCB	42.90	-0.8
SABIC	103.60	1.6
STC	107.00	-0.2



## Regional and International Markets

- Among other regional markets, Dubai and Abu Dhabi decreased 0.1% and 0.3%, respectively. Egypt rose 1.1%, while Qatar, Kuwait and Oman declined 0.4%, 0.3% and 0.1%, respectively. Meanwhile, Bahrain remained flat.
- According to EIA, oil inventories in the US decreased 8.0mn barrels (prior: down 6.1mn) to 485.5mn in the week ended January 01. Distillate inventories rose 6.4mn barrels (prior: up 3.1mn) to 158.4mn, and gasoline inventories grew 4.5mn barrels (prior: down 1.2mn) to 241.1mn. (Source: EIA, Econoday)
- US MBA Mortgage Composite Index decreased 4.2% W/W in the week ended January 01 compared with a rise of 0.8% earlier; the Purchase Index fell 0.8% W/W against a decrease of 5.0% earlier. (Source: Econoday, RTT News)
- UK's final IHS Markit services PMI rose to 49.4 in December (consensus: 49.9) from 47.6 in November. Total new business fell for the third consecutive month in the service sector. (Source: Econoday, RTT News)
- Oil prices increased 1.3% driven by a decline in US oil inventories last week.
- Gold prices fell 1.6% due to profit booking in anticipation of President-elect Joe Biden's Democratic party gaining control of US Senate.

## Forex / Currency

Currency	Close	Daily Change%	MTD %	YTD %
Dollar Index	89.5	0.1	-0.5	-0.5
Euro	1.23	0.3	0.9	0.9
Japanese Yen	103.0	0.3	-0.2	-0.2
Sterling Pound	1.36	-0.1	-0.5	-0.5
Chinese Yuan	6.46	0.1	-1.0	-1.0
Indian Rupee	73.1	0.0	0.1	0.1
UAE Dirham	3.67	0.0	0.0	0.0
Qatari Rial	3.64	0.0	0.0	0.0
Kuwaiti Dinar	0.30	-0.1	-0.2	-0.2
Omani Rial	0.38	0.0	0.0	0.0
Bahraini Dinar	0.38	0.0	0.0	0.0
Egyptian Pound	15.65	0.0	-0.3	-0.3

## Corporate Calendar

Date	Company	Event
14 <sup>th</sup> Jan	SIIG	Cash Dividend Distribution
14 <sup>th</sup> Jan	ALMRAKEZ	Cash Dividend Distribution
20 <sup>th</sup> Jan	MIS	Cash Dividend Distribution
25 <sup>th</sup> Jan	SADAFCO	Cash Dividend Distribution
26 <sup>th</sup> Jan	SFICO	OGM
26 <sup>th</sup> Jan	Solidarity	EGM

\*EGM: Extra Ordinary Meeting

\*OGM: Ordinary General Meeting

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	2,606	-0.1	4.6	4.6	12.2
Abu Dhabi (ADX)	5,129	-0.3	1.7	1.7	15.0
Kuwait (KSE)	4,544	-0.3	-0.2	-0.2	17.2
Qatar (QE)	10,580	-0.4	1.4	1.4	17.0
Oman (MSM)	3,712	-0.1	1.4	1.4	9.3
Bahrain (BSE)	1,455	0.0	-2.3	-2.3	9.1
Egypt (EGX30)	10,952	1.1	1.0	1.0	8.0

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	30,829	1.4	0.7	0.7	23.6
Nasdaq	12,741	-0.6	-1.1	-1.1	36.3
S&P 500	3,748	0.6	-0.2	-0.2	29.4
FTSE 100	6,842	3.5	5.9	5.9	17.9
Germany DAX 30	13,892	1.8	1.3	1.3	24.8
France CAC 40	5,631	1.2	1.4	1.4	60.2
Japan Nikkei 225	27,056	-0.4	-1.4	-1.4	27.1
Russia MICEX	3,371	0.4	2.5	2.5	14.9
Hong Kong Hang Seng	27,692	0.2	1.7	1.7	15.1
South Korea KOSPI	2,968	-0.7	3.3	3.3	34.1
China Shanghai Composite	3,551	0.6	2.2	2.2	14.8
Australia ASX 200	6,607	-1.1	0.3	0.3	22.3
India Sensex	48,174	-0.5	0.9	0.9	30.2
MSCI EM	1,315	-0.4	1.9	1.9	26.1
MSCI World	2,700	0.6	0.4	0.4	33.5

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	53.0	5.9	6.2	6.2
Brent Crude (\$/bbl)	54.3	1.3	4.8	4.8
Texas crude (\$/bbl)	50.6	1.4	4.3	4.3
Natural Gas (\$/mmbtu)	2.72	0.5	7.0	7.0
Gold (\$/oz)	1,919	-1.6	1.1	1.1
Silver (\$/oz)	27.3	-1.0	3.6	3.6
Steel (\$/ton)	1,053	-1.8	4.8	4.8
Iron Ore (CNY/MT)	1,110	0.7	2.8	2.8
Wheat (\$/bu)	648	-1.0	1.1	1.1
Corn (\$/bu)	495	0.7	2.3	2.3
Sugar (\$/lb)	16.3	0.8	4.9	4.9
SMP* (EUR/MT)	2,255	0.8	1.3	1.3

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
USD LIBOR	0.237	-0.1	-0.1	-0.1
Saudi Arabia(SAIBOR)	0.816	0.0	-0.1	-0.1
UAE (EIBOR)	0.483	3.3	-3.0	-3.0
Qatar (QIBOR)	1.051	9.6	-6.9	-6.9
Bahrain (BHIBOR)	2.250	0.0	0.0	0.0

Data Sources: Tadawul, Bloomberg, Reuters

\*Three-month Interbank rate \*\*NA: Not Available

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2. **Underweight:** This rating implies that the stock is currently trading at a premium to its 12 months price target. Stocks rated "Underweight" would typically decline by over 10% from the current price levels over next twelve months.
3. **Neutral:** The rating implies that the stock is trading in the proximate range of its 12 months price target. Stocks rated "Neutral" is expected to stagnate within +/- 10% range from the current price levels over next twelve months.
4. **Suspension of rating or rating on hold (SR/RH):** This basically implies suspension of a rating pending further analysis of a material change in the fundamentals of the company.

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